

FISCAL YEAR (FY) 2002-03 BUDGET ACT ALLOCATION Funding and Program Overview

This document provides a brief program description for funds contained in the FY 2002-03 allocation. For complete information on the terms and conditions of all funds and programs, please refer to the State and County Combined Negotiated Net Amount (NNA) contract and Drug Medi-Cal (DMC) contract and/or applicable program funding agreement. Copies of these documents can be obtained from the Department of Alcohol and Drug Programs' (ADP) Resource Center at (800) 879-2772.

STATE GENERAL FUNDS (SGF)

SGF DMC - \$46.8 Million¹

Through an interagency agreement with the Department of Health Services, ADP administers, manages, and finances the DMC program by way of contracts with counties and/or DMC providers. These funds are available to counties to meet the cost of DMC services for Medi-Cal beneficiaries.

The Federal Financial Participation (FFP), the federal share of the Medi-Cal program, was 51.4 percent. Effective October 1, 2002, the FFP share decreased to 50 percent. The decrease in FFP requires a corresponding increase in SGF. Due to a decrease in DMC caseload estimates the SGF did not increase.

NOTE: Beginning in FY 2000-01, the level of funding for the DMC program is determined using caseload estimates. Therefore, the appropriation can be adjusted during the year based on the following factors: caseload, rates, services, and utilization patterns.

State-Operated DMC Services (Direct Contracts)

Any SGF DMC funds allocated to a county that elects not to, or fails to, contract with interested DMC providers to furnish DMC covered services to eligible DMC beneficiaries will revert to the Department. The Department will, in turn, use the county's SGF DMC and contract directly with certified DMC providers in that county for these services.

SGF Ongoing - \$16.7 Million

These funds are available to counties to meet the cost of alcohol and other drug services. These funds cannot be used to match FFP in the DMC program.

¹ The initial allocation is \$44,822,527. The balance is retained at the Department to fund contractual adjustments during the year.

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Perinatal SGF DMC - \$3.1 Million²

These funds are available to pay for DMC services for Medi-Cal beneficiaries who are pregnant or within the prescribed postpartum period. Eligibility for these services shall end on the last day of the calendar month in which the 60th postpartum day occurs.

Perinatal State Operated Services (Direct Contracts)

Any Perinatal SGF DMC funds allocated to a county that elects not to, or fails to, contract with interested DMC providers to furnish DMC covered services to eligible DMC beneficiaries will revert to the Department. The Department will, in turn, use the county's Perinatal SGF DMC and contract directly with certified DMC providers in that county for these services.

Perinatal SGF Ongoing - \$17.0 Million

Perinatal SGF Ongoing funds are for programs that serve pregnant and parenting women and their children through age 17. These funds cannot be used to match FFP in the DMC program and are subject to the requirements set forth in the *Perinatal Services Network Guidelines – Fall 1997*.

Alpine County elected not to participate in this program and did not receive Perinatal SGF funds.

Women and Children's Residential Treatment Services (WCRTS) - \$6.4 Million

These funds are allocated to continue funding the nine existing perinatal treatment programs that were created with grants (since expired) from the federal Center for Substance Abuse Treatment. WCRTS funds are subject to the requirements set forth in the *Perinatal Services Network Guidelines – Fall 1997*. These funds cannot be used for purposes of match in the DMC program.

The WCRTS funds are exempt from the 10 percent county match requirement. This exemption only applies to State funding provided to replace the expired federal grants and not to any subsequent program expansion.

² The initial allocation is \$2,181,663. The balance is retained at the Department to fund contractual adjustments during the year.

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REIMBURSEMENTS

Parolee Services Network - \$10.9 Million

The California Department of Corrections continues to make funds available during FY 2002-03 for residential and non-residential alcohol and other drug treatment and recovery services for men and women paroled from state prisons. These services are available in the counties of Alameda, Contra Costa, Fresno, Kern, Los Angeles, Marin, Napa, Orange, Riverside, Sacramento, San Bernardino, San Diego, San Francisco, San Mateo, Santa Clara, Solano, and Sonoma.

FEDERAL TRUST FUNDS

Federal Substance Abuse Prevention and Treatment (SAPT) Block Grant funds are tracked and reported by grant award. Counties must also track expenditures by grant award and set-aside. The Budget Act Allocation for FY 2002-03 includes funds from the federal fiscal year (FFY) 2002 and the FFY 2003 SAPT Block Grant awards. SAPT funds for the FFY 2002 award are available for obligation and expenditure beginning July 1, 2002 through June 30, 2003. SAPT funds for the FFY 2003 award can be committed and spent between October 1, 2002 and June 30, 2004.

SAPT BLOCK GRANT

SAPT Discretionary – FFY 2002 Award \$2.4 Million

SAPT Discretionary – FFY 2003 Award \$131.2 Million

SAPT Discretionary funds are for substance abuse treatment, prevention, and recovery services, as well as for specific populations, such as youth and pregnant and parenting women. Terms and conditions for use of the SAPT Block Grant funds are incorporated into the NNA contracts for FY 2002-03.

SAPT Prevention Set-Aside - FFY 2003 Award \$46.9 Million

Federal law requires that 20 percent of the Block Grant award be expended on primary prevention services.

SAPT Prevention Set-Aside Friday Night Live (FNL) – FFY 2003 Award \$552,000³

The FNL program is designed to prevent alcohol and drug use among teenagers through activities, including community action, assemblies, and leadership training. FNL is supported by SAPT Primary Prevention Set-Aside funds and is designated as a

³ The Department has allocated \$540,000 for this program. The balance is retained at the Department for distribution to counties who elect to establish a program.

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prevention program. Federal law and regulations establish the requirements for expending these funds. Funding is available in FY 2002-03 for counties who want to establish a FNL program.

SAPT Prevention Set-Aside Club Live - FFY 2003 Award \$552,000⁴

The Club Live prevention program is supported by SAPT Primary Prevention Set-Aside funds and is designated to fund prevention services. The program is an extension of FNL and is aimed at middle school age students. Federal law and regulations establish the requirements for expending these funds. Funding is available in FY 2002-03 for counties who want to establish a Club Live program.

SAPT HIV Set-Aside – FFY 2003 Award \$12.5 Million

Federal law requires that five percent of the total Block Grant award be expended on HIV early intervention. These funds are for HIV prevention, testing, and counseling services for clients in treatment programs.

SAPT Perinatal Set-Aside – FFY 2003 Award \$17.0 Million

Counties may use the SAPT Perinatal Set-Aside to expand capacity in existing perinatal programs, add new perinatal services or programs, and change existing programs. The Department counts these funds toward the SAPT Block Grant Set-Aside. These funds are subject to the requirements set forth in the *Perinatal Services Network Guidelines – Fall 1997*.

SAPT Female Offender Treatment Services – FFY 2003 Award \$645,000

This program is designed to provide six months of continuous residential alcohol and drug treatment for women who are paroled from the Forever Free Program at the California Institution for Women. The four participating counties are Los Angeles, Orange, Riverside, and San Bernardino. In case of under-utilization of the treatment services, other women on parole from the California State Prison System may receive Female Offender Treatment Program services on a case-by-case basis.

SAPT Special Projects Ongoing – FFY 2003 Award \$288,000

Funds for special projects are allocated to: Alameda County, for the African American Women's Media Campaign (\$27,500); Los Angeles County, for the Alcohol Center for Women (\$95,000), the Hispanic Women's Media Campaign (\$65,000), and the African

⁴ The Department has allocated \$534,000 for this program. The balance is retained at the Department for distribution to counties who elect to establish a program.

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American Women's Media Campaign (\$27,500); Modoc County, for the Indian Health Project (\$25,000); and Tulare County, for the Tule River Tribal Council (\$48,000).

SAPT Adolescent and Youth Treatment Program – FFY 2003 Award \$7.4 Million

SAPT Adolescent and Youth Treatment funds are allocated at the historical level. The Youth Treatment Guidelines released by the Department in September 2002 are designed for counties to use in developing and implementing youth treatment programs funded by this allocation.

**SAPT Youth Development and Crime Prevention (YDCP) Initiative –
FFY 2003 Award \$975,000**

The California Health and Human Services Agency, ADP, the Department of Mental Health, and the Employment Development Department collaborated to initiate this program in September 2000. Seven counties participate in local collaborations comprised of: county agencies responsible for alcohol and other drug treatment and mental health, the local workforce investment board, local mentoring organizations, and family and youth representatives. These counties were selected through a Request for Proposal (RFP) process. The seven counties participating in this program are: Butte, Mendocino, Sacramento, San Francisco, Santa Cruz, Solano, and Stanislaus.

The YDCP initiative provides funding for the aforementioned services for three years. ADP distributed the first-year SAPT funds (FY 2001-02) for this initiative through direct contracts.

**Substance Abuse Treatment and Testing Accountability (SATTA) Program –
FFY 2002 Award \$8.6 Million**

In accordance with the Substance Abuse Treatment and Testing Accountability (SATTA) Program, \$8.6 million for an additional year of funding for drug testing have been allocated. These funds are from the FFY 2002 SAPT award, and are available from July 1, 2002 through June 30, 2003.

The source of these funds is the SAPT Block Grant and expenditures must be consistent with federal law. If the county has met its drug testing need, these funds may be used for discretionary purposes.

Alpine County declined SATTA funds for FY 2002-03. As a result, Alpine County's allocation has been redistributed to participating counties using the Substance Abuse and Crime Prevention Act allocation methodology.